## MSC BRIEFING

25X1

16 September 1958

BACKGROUND PIECE ON IRAN (This piece should be read in conjunction with SHIE 34-58)

- I. The prospects for stability of the regime in Iran have not improved during the past month although surface tensions have apparently eased.
  - A. The Shah is continuing his role of absolute ruler, thus inviting efforts to overthrow him.
  - B. He cannot depend on the loyalty of the Army.
    - 1. The recent attempted frameup of a gendarmeric colonel, apparently sponsored by the intelligence chief of the general staff (General Ali Kiz), may have been simed at purging suspected supporters of former G-2 General Charani, currently under sentence for conspiring against the regime.
    - Junior officers continue to be dissatisfied with the existing order of things.

25X1

C. Plotting also continues among intellectuals as well as the				
	semi-literates in Tehran. All this is simed at establishing			
	a republic whenever the situati	on seems favorable for	ms favorable for action.	
	·	Document No. 41	25	
	We consider the service of the	No Changa to Class. 🖂	# 60 6 1	
	<u> </u>	Class Chemical for TS & C	. i.	
	21 (株元 数9: 8 約2	Olman Channal Ana 770 0 (6)		

Approved For Release 2002/08/06 : CIA-RDP 79R00890A0031000050026-3

Date: -> 120 180

- The masses in urban centers, particularly in Tehran, would support any referm movement led by any recognized leader bold enough to declare himself.
- II. The Shah's inability to make real progress toward reform is constantly eroding popular respect for the monarchy.
  - A. Bespite increasing oil revenues which reached 230 million in 1957, the masses see no immediate benefits for them.
- III. Iran is concerned over deteriorating relations with Iraq.
  - A. Iraq is inciting the Kurds in Iran to revolt.
    - uprising among Iranian Euros when the fall harvest in northwestern Iran is completed. There are an estimated 500,000 Euros in Iran; 300,000 in Iraq; 1,500,000 in Turkey; 250,000 in Syria; perhaps 50,000 in the USSR.
    - 2. Iraq has invited Kurdish leader Mullah Mustafa Barzani to return to Iraq from the USBR, where he fled in 1946 after leading uprisings in Iraq from 1943-1945 and in Iran 1945-1946. Barzani is expected to arrive in Iraq on 22 September.
    - Iran fears a resumption of his influence on Iranian Kurdish Mationalism.
    - 4. The Iraq radio has called on Iranian Euros to revolt against the Shah.

25X1